



**City/County Association of Governments
of San Mateo County**

Atherton • Belmont • Brisbane • Burlingame • Colma • Daly City • East Palo Alto • Foster City • Half Moon Bay • Hillsborough • Menlo Park
Millbrae • Pacifica • Portola Valley • Redwood City • San Bruno • San Carlos • San Mateo • San Mateo County • South San Francisco • Woodside

C/CAG FINANCE COMMITTEE AGENDA

Date: Wednesday, February 23, 2022

Time: 12:00 noon

On September 16, 2021, the Governor signed AB 361, which amended certain provisions of the Ralph M. Brown Act in order to allow for local legislative bodies to conduct their meetings remotely via telephonically or by other electronic means under specified circumstances. Thus, pursuant to Government Code section 54953(e), the C/CAG Board and Committee meetings will be conducted via remote conferencing. Members of the public may observe or participate in the meeting remotely via one of the options below.

Join by Zoom:

<https://us02web.zoom.us/j/86481798284?pwd=WW9vQjhQUDF0YWVCLy8zTnp0TTVqZz09>

Meeting ID: 864 8179 8284

Password: 517405

Join by Phone: 669-900-6833

Meeting ID: 864 8179 8284

Password: 517405

Persons who wish to address the C/CAG Finance Committee on an item to be considered at this meeting, or on items not on this agenda, are asked to submit written comments to kwever@smcgov.org. Spoken public comments will also be accepted during the meeting through Zoom. Please see instructions for written and spoken public comments at the end of this agenda.

- | | | |
|--|--------------|--------------|
| 1. CALL TO ORDER | Chair Colson | No materials |
| 2. BRIEF OVERVIEW OF TELECONFERENCE MEETING PROCEDURES | Wever | No materials |
| 3. PUBLIC COMMENT ON RELATED ITEMS NOT ON THE AGENDA
<i>Note: Public comment is limited to two minutes per speaker.</i> | Chair Colson | No materials |
| 4. Approval of minutes of December 1, 2021 meeting. (Action) | Wever | Page 1-3 |
| 5. Receive copies of monthly investment statements for October, November, and December 2021. (Information) | Wever | Page 4-22 |

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|--|------------------------|------------|
| 6. Review of the quarterly investment report and recommend modifications to the C/CAG investment portfolio as needed. (Action) | Wever/Charpentier /Tam | Page 23-28 |
| 7. Update on a letter to CoPool and LAIF regarding an Environmental, Social, and Corporate Governance (ESG) policy (Information) | Charpentier | Page 29 |

ADJOURN

The next regularly scheduled meeting will be on May 11, 2022.

PUBLIC NOTICING: All notices of C/CAG regular Board meetings, standing committee meetings, and special meetings will be posted at the San Mateo County Court Yard, 555 County Center, Redwood City, CA, and on C/CAG's website at: <http://www.ccag.ca.gov>.

PUBLIC RECORDS: Public records that relate to any item on the open session agenda for a regular Finance Committee meeting, standing committee meeting, or special meeting are available for public inspection. Those public records that are distributed less than 72 hours prior to a regular Finance Committee meeting are available for public inspection at the same time they are distributed to all members, or a majority of the members, of the Finance Committee. The Finance Committee has designated the City/County Association of Governments of San Mateo County (C/CAG), located at 555 County Center, 5th Floor, Redwood City, CA 94063, for the purpose of making public records available for inspection. Such public records are also available on C/CAG's website at: <http://www.ccag.ca.gov>. Please note that C/CAG's office is temporarily closed to the public; please contact Kim Wever at (650) 599-1451 to arrange for inspection of public records.

PUBLIC PARTICIPATION DURING VIDEOCONFERENCE MEETINGS: Persons with disabilities who require auxiliary aids or services to participate in this meeting should contact Kim Wever at (650) 599-1451, five working days prior to the meeting date.

Written comments should be emailed in advance of the meeting. Please read the following instructions carefully:

1. Your written comment should be emailed to kwever@smcgov.org.
2. Your email should include the specific agenda item on which you are commenting or note that your comment concerns an item that is not on the agenda.
3. Members of the public are limited to one comment per agenda item.
4. The length of the emailed comment should be commensurate with the two minutes customarily allowed for verbal comments, which is approximately 250-300 words.
5. If your emailed comment is received at least 2 hours prior to the meeting, it will be provided to the C/CAG Finance Committee members and made publicly available on the C/CAG website along with the agenda. We cannot guarantee that emails received less than 2 hours before the meeting will be made publicly available on the C/CAG website prior to the meeting, but such emails will be included in the administrative record of the meeting.

Spoken comments will be accepted during the meeting through Zoom. Please read the following instructions carefully:

1. The C/CAG Finance Committee meeting may be accessed through Zoom at the online location indicated at the top of this agenda.
2. You may download the Zoom client or connect to the meeting using an internet browser. If using your browser, make sure you are using a current, up-to-date browser: Chrome 30+, Firefox 27+, Microsoft Edge 12+, Safari 7+. Certain functionality may be disabled in older browsers including Internet Explorer.
3. You will be asked to enter an email address and name. We request that you identify yourself by your name as this will be visible online and will be used to notify you that it is your turn to speak.
4. When C/CAG Staff or Chair calls for the item on which you wish to speak, click on "raise hand", and if you joined the meeting by phone, dial *9 to raise hand. Staff will activate and unmute speakers in turn. Speakers will be notified shortly before they are called on to speak. When called, please limit your remarks to the time allotted.

If you have any questions about this agenda, please contact Sean Charpentier at scharpentier@smcgov.org or Kim Wever at kwever@smcgov.org

**CITY/COUNTY ASSOCIATION OF GOVERNMENTS
FINANCE COMMITTEE
MEETING MINUTES
December 1, 2021**

In compliance with the provisions of the Government Code section 54953(e), this meeting was conducted via remote conferencing

Committee Members Attending:

Marie Chuang (Town of Hillsborough)
Davina Hurt (City of Belmont)
Carlos Romero (City of East Palo Alto)
Donna Colson (City of Burlingame)
Adam Rak (City of San Carlos)

Guests or Staff Attending:

Grace Zhang – Maze & Associates Staff
Carrie Tam, Tammy Mak – City of San Carlos Finance Staff
Sean Charpentier, Kaki Cheung, Kim Wever – C/CAG Staff

1. Call to order

At 12:02 P.M. Chair Colson called the Finance Committee meeting to order.

2. Brief overview of teleconference meeting procedures

C/CAG staff Kim Wever described how the Finance Meeting would run virtually.

3. Public comment on related items not on the agenda.

There were no public comments regarding items not on the agenda.

4. Approval of minutes of October 18, 2021 meeting. (Action)

Motion – To approve the minutes of the October 18, 2021 Finance Committee meeting, Hurt/Romero. Roll Call was taken. All members in attendance voted to approve. Motion passed 5-0

5. Receive copies of monthly investment statements for July, August, and September 2021. (Information)

The Finance committee members reviewed the investment statements, cash flow reports, and the new investment summary page.

Member Hurt asked C/CAG about environmentally friendly investment practices. The Committee discussed and directed staff to research San Mateo County Investment Pool Fund

(CoPool) and Local Agency Investment Fund (LAIF)’s environmental, social and corporate governance (ESG) practices. The Committee also directed staff to prepare a draft letter or memo expressing support for ESG investing.

6. Review of the quarterly investment report and recommend modifications to the C/CAG investment portfolio as needed. (Action)

Carrie Tam, City of San Carlos Finance Manager, provided a summary of her quarterly report.

Motion – To recommend no change to the C/CAG investment portfolio. The Committee guided staff to continue monitoring the interest rates, Rak/Chuang. Roll Call was taken. All members in attendance voted to approve. Motion passed 5-0

7. Accept the C/CAG Financial Statements (Audit) for Fiscal Year Ended June 30, 2021 and the Memorandum on Internal Control and Required Communications for the Year Ended June 30, 2021 and communicate with representative from auditing firm. (Action)

C/CAG Executive Director Sean Charpentier stated that there were not any notable findings in the audit. He introduced Grace Zhang, a representative from Maze & Associates, the accounting firm that performed the annual audits.

Grace Zhang reported that the audit was clean and consistent. She thanked the City of San Carlos staff, Carrie Tam and Tammy Mak, and C/CAG staff for their support.

Member Romero and Chair Colson requested that full audits be included in the agenda packet in the future, in addition to posting them online.

Motion – To accept the C/CAG Financial Statements (Audit) for Fiscal Year Ended June 30, 2021 and the Memorandum on Internal Control and Required Communications for the Year Ended June 30, 2021, Hurt/Romero. Roll Call was taken. All members in attendance voted to approve. Motion passed 5-0

8. Accept the following C/CAG Programs Audits:

8A. Accept the C/CAG Single Audit Report for the Year Ended June 30, 2021 (Action)

8B. Accept the Measure M Fund Financial Statements (Audit) for the Year Ended June 30, 2021 (Action)

8C. Accept the Pedestrian/Bicycle Projects Transportation Development Act (TDA) Article III Fund Financial Statements (Audit) for the Year Ended June 30, 2021 (Action)

Motion – To accept C/CAG Program Audits including C/CAG Single Audit for the Year Ended June 30, 2021, Measure M Financial Statements (Audit) for the Year Ended June 30, 2021, and the TDA Article III Financial Statements (Audit) for the Year Ended June 30, 2021, Romero/Rak. Roll Call was taken. All members in attendance voted to approve. Motion passed 5-0

9. Review and approve the 2022 Finance Committee Meeting Calendar. (Action)

Motion – To approve the 2022 Finance Committee Meeting Calendar, Romero/Hurt. Roll Call was taken. All members in attendance voted to approve. Motion passed 5-0

10. Review and recommend increase of C/CAG Members Fees. (Action)

C/CAG Executive Director Sean Charpentier summarized the Committee's discussion from their October's meeting and presented staff findings on "a not to exceed cap" for CPI (Consumer Price Index). The Finance Committee members reviewed and supported staff's recommendation.

Vice Chair Rak directed staff to include information on the source of population data and its calculation to the Board. He also request providing early notice to the Finance Directors at local jurisdictions.

Member Chuang directed staff to explain and include a timeline to the Board for adoption.

Motion – To recommend Board approval of a one-time "catch up" increase of 5% and then annual increase to match CPI (not to exceed 3%) to the C/CAG Membership Fees under General Fund and Gas Tax, Romero/Hurt. Roll Call was taken. All members in attendance voted to approve. Motion passed 5-0

11. Adjournment.

The meeting adjourned at approximately 12:55 P.M.

C/CAG AGENDA REPORT

Date: February 23, 2022

To: C/CAG Finance Committee

From: Sean Charpentier, Executive Director

Subject: Receive copies of monthly investment statements for October, November, and December 2021

(For further information contact Kim Wever at kwever@smcgov.org)

RECOMMENDATION

That the C/CAG Finance Committee receives copies of monthly investment statements for October, November, and December 2021.

FISCAL IMPACT

None

SOURCE OF FUNDS

C/CAG funds are held by the C/CAG Financial Agent (City of San Carlos)

BACKGROUND

The current C/CAG Investment Policy states that the C/CAG Finance Committee shall analyze investment portfolio at least every quarter. Attached are the monthly statements for C/CAG investment funds for the quarter ending on December 31, 2021.

ATTACHMENTS

1. C/CAG's Monthly Major Cash Inflows and Outflows, LAIF, and SMC Investment Fund Summary for October, November, and December 2021.
2. LAIF Performance Report Quarter Ending December 31, 2021.
3. San Mateo County Treasurer's Office Pool Participants Distribution December 31, 2021.
4. County Summary of Pool Earnings for October, November, and December 2021.
5. Overview of Market and Investment Statements Quarter Ending December 31, 2021

October Cash Flow

CITY & COUNTY ASSOCIATION OF GOVERNMENTS
 Recap of Monthly Major Cash Inflows and Outflows
 for Quarter Ended December 31, 2021

Major Cash Inflows and Outflows

Month	Program	From/To	Amount - In/(Out)
October 2021	Beginning book balance (Checking)		2,199,811
	Measure M	DMV, San Mateo County Transportation Authority, San Mateo County Transit District, and City of Foster City	624,340
	Energy Watch	PG&E	22,613
	All other Receipts (2)	various	83
		Total October Cash Inflow	647,037
	Smart Corridor	Aegis ITS, Iteris Inc., and Redwood City	(65,038)
	Congestion Relief & Management	Gray Bowen Scott, TJKM Transportation, County of San Mateo, and Redwood City	(256,878)
	Express Lane JPA	Redwood City and County of San Mateo	(21,498)
	NPDES	City of Brisbane, EOA Inc., Geosyntec Consultants, Groner S Assoc., Shaw/Yoder/Antwih Inc., Redwood City, and County of San Mateo	(176,252)
	Energy Watch	County of San Mateo	(19,958)
	Measure M	EOA Inc., Groner S Assoc., Larry Walker Assoc., Steer Davies & Gleave Inc., Redwood City, and County of San Mateo	(342,602)
	All other payments (22)	various	(80,811)
		Total October Cash Outflow	(963,036)
		Net Cash Inflow/(Outflow)	(315,999)
	Ending book balance (Checking)		1,883,812

October LAIF Statement

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
 P.O. Box 942809
 Sacramento, CA 94209-0001
 (916) 653-3001 

November 04,
 2021

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[PMIA Average](#)
[Monthly Yields](#)

CITY/COUNTY ASSOCIATION OF GOVERNMENTS
 OF SAN MATEO COUNTY
 FINANCE OFFICER
 600 ELM STREET
 SAN CARLOS, CA 94070

[Tran Type](#)
[Definitions](#)

Account Number: 40-41-004

October 2021 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
10/15/2021	10/14/2021	QRD	1687288	N/A	SYSTEM	8,954.92

Account Summary

Total Deposit:	8,954.92	Beginning Balance:	15,245,744.05
Total Withdrawal:	0.00	Ending Balance:	15,254,698.97



San Mateo County Treasurer
555 County Center
Redwood City, 94063
(650) 599-1251 or (650) 599-7206

October County Pool Statement
Statement Ending Date: 10/31/2021
Account: 03412

STATEMENT OF ACCOUNT

City/County Association of Governments

DATE	DESCRIPTION	DEBITS	CREDITS	ACCOUNT BALANCE
9/30/2021	Balance brought forward			\$10,307,115.88
10/1/2021	Interest Allocation - Pool		\$24,551.65	\$10,331,667.53
10/31/2021	Ending Balance			\$10,331,667.53

CITY & COUNTY ASSOCIATION OF GOVERNMENTS
Recap of Monthly Major Cash Inflows and Outflows
for Quarter Ended December 31, 2021

November Cash Flow

Major Cash Inflows and Outflows

Month	Program	From/To	Amount - In/(Out)
November 2021	Beginning book balance (Checking)		1,883,812
	NPDES	California State Natural Resources Agency	25,737
	Measure M	DMV and Caltrans	1,381,646
	Bay Area Air Quality	Bay Area Air Quality Management District	529,803
	Energy Watch	PG&E	15,205
	All other Receipts (2)	various	121
	Transfer	San Mateo County Pool	450,000
	Transfer	LAIF	550,000
		Total November Cash Inflow	2,952,512
	Measure M	Town of Woodside, and Cities: Belmont, Burlingame, Menlo Park, Pacifica, and San Bruno	(469,624)
	Congestion Relief & Mgmt	Commute.org and County of San Mateo	(264,301)
	AB1546	Sustainable Silicon Valley	(79,051)
	NPDES	Engineering Data Software Inc. and County of San Mateo	(32,126)
	Bay Area Air Quality	Commute.org and City of South San Francisco	(143,070)
	All other payments (37)	various	(149,431)
		Total November Cash Outflow	(1,137,603)
		Net Cash Inflow/(Outflow)	1,814,909
	Ending book balance (Checking)		3,698,721

November LAIF Statement

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
 P.O. Box 942809
 Sacramento, CA 94209-0001
 (916) 653-3001

December 03, 2021

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CITY/COUNTY ASSOCIATION OF GOVERNMENTS
 OF SAN MATEO COUNTY
 FINANCE OFFICER
 600 ELM STREET
 SAN CARLOS, CA 94070

[Tran Type](#)
[Definitions](#)

Account Number: 40-41-004

November 2021 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
11/3/2021	11/2/2021	RW	1689858	N/A	CARRIE TAM	-550,000.00

Account Summary

Total Deposit:	0.00	Beginning Balance:	15,254,698.97
Total Withdrawal:	-550,000.00	Ending Balance:	14,704,698.97



San Mateo County Treasurer
555 County Center
Redwood City, 94063
(650) 599-1251 or (650) 599-7206

November County Pool Statement
Statement Ending Date: 11/30/2021
Account: 03412

STATEMENT OF ACCOUNT

City/County Association of Governments

DATE	DESCRIPTION	DEBITS	CREDITS	ACCOUNT BALANCE
10/31/2021	Balance brought forward			\$10,331,667.53
11/5/2021	C/CAG Wire	\$450,000.00		\$9,881,667.53
11/30/2021	Ending Balance			\$9,881,667.53

CITY & COUNTY ASSOCIATION OF GOVERNMENTS
Recap of Monthly Major Cash Inflows and Outflows
for Quarter Ended December 31, 2021

December Cash Flow

Major Cash Inflows and Outflows

Month	Program	From/To	Amount - In/(Out)
December 2021	Beginning book balance (Checking)		3,698,721
	Measure M	DMV	478,304
	Energy Watch	PG&E	12,960
		County of San Mateo, Town of Woodside, and Cities: Brisbane and San	
	NPDES	Mateo	935,978
	All other Receipts (2)	various	31
	Transfer	San Mateo County Pool	500,000
	Transfer	LAIF	750,000
		Total December Cash Inflow	2,677,272
	Measure M	EOA Inc, Groner S Assoc., County of San Mateo, Town of Hillsborough, Cities: Brisbane, Daly City, Millbrae, Redwood City, San Carlos, San Mateo, and South San Francisco	(1,309,934)
	Congestion Relief & Management	County of San Mateo	(92,942)
		EOA Inc., Groner S Assoc., Shaw/Yoder/Antwih Inc., and County of San	
	NPDES	Mateo	(109,535)
	Bay Area Air Quality	SAMTRANS	(37,500)
	Express Lane JPA	County of San Mateo	(657,023)
	AB1546	Sustainable Silicon Valley	(38,300)
	All other payments (30)	various	(109,580)
	Transfer	San Mateo County Pool	(500,000)
	Transfer	LAIF	(800,000)
		Total December Cash Outflow	(3,654,813)
		Net Cash Inflow/(Outflow)	(977,540)
	Ending book balance (Checking)		2,721,181

December LAIF Statement

California State Treasurer
Fiona Ma, CPA



Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001

January 04, 2022

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CITY/COUNTY ASSOCIATION OF GOVERNMENTS
OF SAN MATEO COUNTY
FINANCE OFFICER
600 ELM STREET
SAN CARLOS, CA 94070

[Tran Type](#)
[Definitions](#)

Account Number: 40-41-004

December 2021 Statement

Effective Date	Transaction Date	Tran Type	Confirm Number	Web Confirm Number	Authorized Caller	Amount
12/1/2021	11/30/2021	RW	1691231	N/A	CARRIE TAM	-750,000.00
12/23/2021	12/23/2021	RD	1692573	N/A	CARRIE TAM	800,000.00

Account Summary

Total Deposit:	800,000.00	Beginning Balance:	14,704,698.97
Total Withdrawal:	-750,000.00	Ending Balance:	14,754,698.97



San Mateo County Treasurer
555 County Center
Redwood City, 94063
(650) 599-1251 or (650) 599-7206

December County Pool Statement
Statement Ending Date: 12/31/2021
Account: 03412

STATEMENT OF ACCOUNT

City/County Association of Governments

DATE	DESCRIPTION	DEBITS	CREDITS	ACCOUNT BALANCE
11/30/2021	Balance brought forward			\$9,881,667.53
12/3/2021	C/CAG Wire Out	\$500,000.00		\$9,381,667.53
12/27/2021	C/CAG Wire In		\$500,000.00	\$9,881,667.53
12/31/2021	Ending Balance			\$9,881,667.53



PMIA/LAIF Performance Report as of 01/13/22



PMIA Average Monthly Effective Yields⁽¹⁾

Dec	0.212
Nov	0.203
Oct	0.203

Quarterly Performance Quarter Ended 12/31/21

LAIF Apportionment Rate ⁽²⁾ :	0.23
LAIF Earnings Ratio ⁽²⁾ :	0.00000625812849570
LAIF Fair Value Factor ⁽¹⁾ :	0.997439120
PMIA Daily ⁽¹⁾ :	0.22%
PMIA Quarter to Date ⁽¹⁾ :	0.21%
PMIA Average Life ⁽¹⁾ :	340

Pooled Money Investment Account Monthly Portfolio Composition ⁽¹⁾ 12/31/21 \$181.4 billion

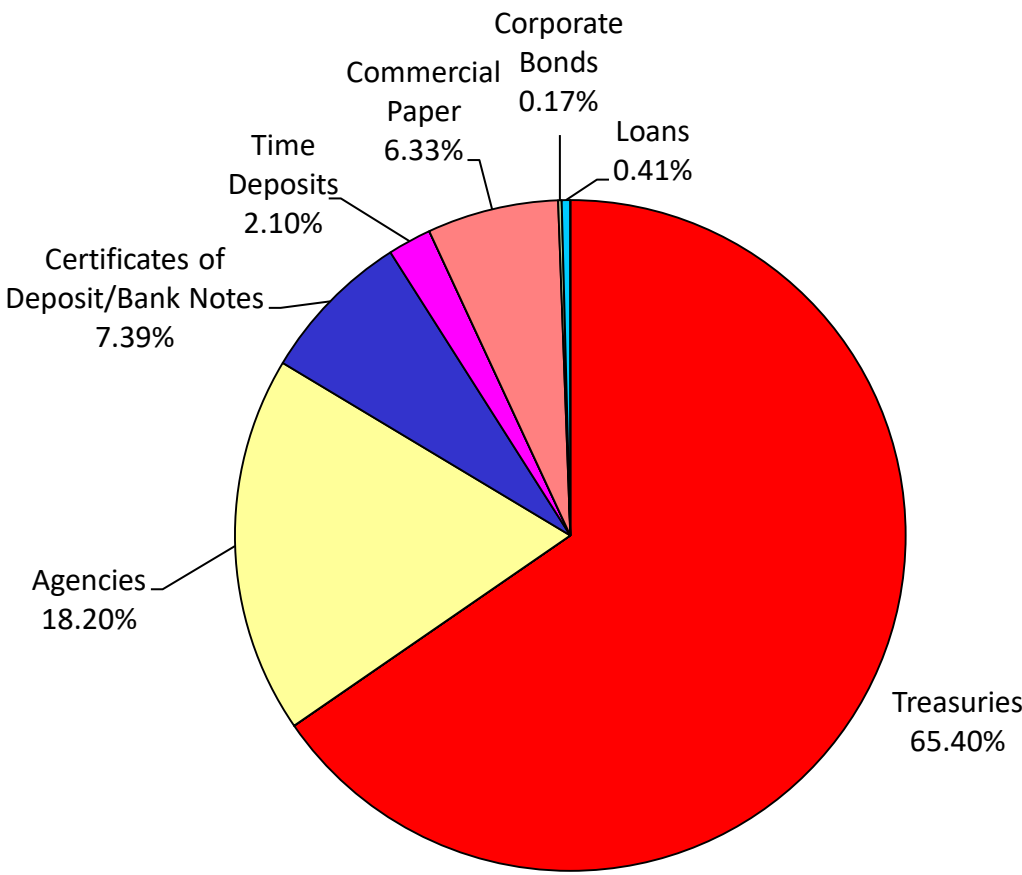


Chart does not include \$6,716,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

Source:
⁽¹⁾ State of California, Office of the Treasurer
⁽²⁾ State of California, Office of the Controller



California State Treasurer
Fiona Ma, CPA



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POOLED MONEY INVESTMENT ACCOUNT

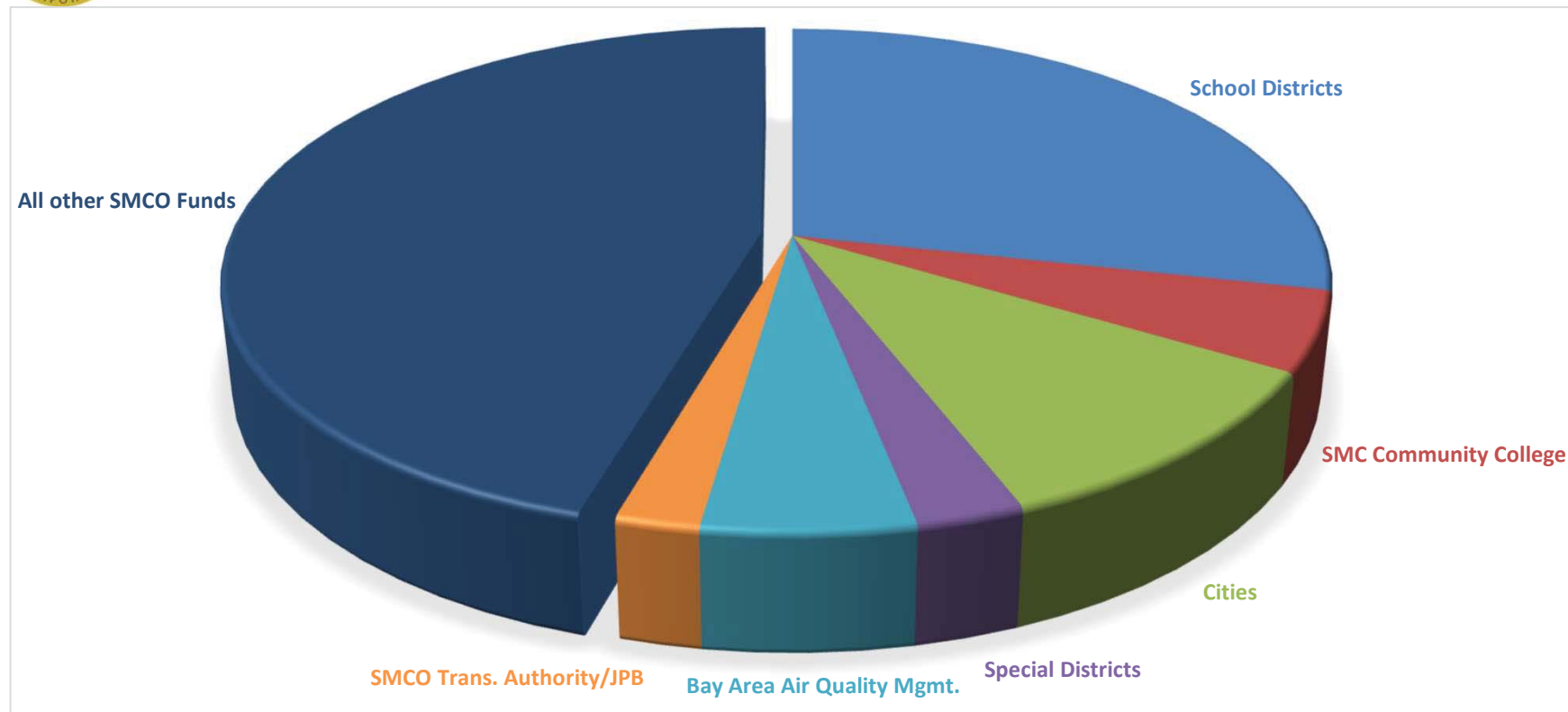
PMIA Average Monthly Effective Yields

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
1977	5.770	5.660	5.660	5.650	5.760	5.850	5.930	6.050	6.090	6.090	6.610	6.730
1978	6.920	7.050	7.140	7.270	7.386	7.569	7.652	7.821	7.871	8.110	8.286	8.769
1979	8.777	8.904	8.820	9.082	9.046	9.224	9.202	9.528	9.259	9.814	10.223	10.218
1980	10.980	11.251	11.490	11.480	12.017	11.798	10.206	9.870	9.945	10.056	10.426	10.961
1981	10.987	11.686	11.130	11.475	12.179	11.442	12.346	12.844	12.059	12.397	11.887	11.484
1982	11.683	12.044	11.835	11.773	12.270	11.994	12.235	11.909	11.151	11.111	10.704	10.401
1983	10.251	9.887	9.688	9.868	9.527	9.600	9.879	10.076	10.202	10.182	10.164	10.227
1984	10.312	10.280	10.382	10.594	10.843	11.119	11.355	11.557	11.597	11.681	11.474	11.024
1985	10.579	10.289	10.118	10.025	10.180	9.743	9.656	9.417	9.572	9.482	9.488	9.371
1986	9.252	9.090	8.958	8.621	8.369	8.225	8.141	7.844	7.512	7.586	7.432	7.439
1987	7.365	7.157	7.205	7.044	7.294	7.289	7.464	7.562	7.712	7.825	8.121	8.071
1988	8.078	8.050	7.945	7.940	7.815	7.929	8.089	8.245	8.341	8.397	8.467	8.563
1989	8.698	8.770	8.870	8.992	9.227	9.204	9.056	8.833	8.801	8.771	8.685	8.645
1990	8.571	8.538	8.506	8.497	8.531	8.538	8.517	8.382	8.333	8.321	8.269	8.279
1991	8.164	8.002	7.775	7.666	7.374	7.169	7.098	7.072	6.859	6.719	6.591	6.318
1992	6.122	5.863	5.680	5.692	5.379	5.323	5.235	4.958	4.760	4.730	4.659	4.647
1993	4.678	4.649	4.624	4.605	4.427	4.554	4.438	4.472	4.430	4.380	4.365	4.384
1994	4.359	4.176	4.248	4.333	4.434	4.623	4.823	4.989	5.106	5.243	5.380	5.528
1995	5.612	5.779	5.934	5.960	6.008	5.997	5.972	5.910	5.832	5.784	5.805	5.748
1996	5.698	5.643	5.557	5.538	5.502	5.548	5.587	5.566	5.601	5.601	5.599	5.574
1997	5.583	5.575	5.580	5.612	5.634	5.667	5.679	5.690	5.707	5.705	5.715	5.744
1998	5.742	5.720	5.680	5.672	5.673	5.671	5.652	5.652	5.639	5.557	5.492	5.374
1999	5.265	5.210	5.136	5.119	5.086	5.095	5.178	5.225	5.274	5.391	5.484	5.639
2000	5.760	5.824	5.851	6.014	6.190	6.349	6.443	6.505	6.502	6.517	6.538	6.535
2001	6.372	6.169	5.976	5.760	5.328	4.958	4.635	4.502	4.288	3.785	3.526	3.261
2002	3.068	2.967	2.861	2.845	2.740	2.687	2.714	2.594	2.604	2.487	2.301	2.201
2003	2.103	1.945	1.904	1.858	1.769	1.697	1.653	1.632	1.635	1.596	1.572	1.545
2004	1.528	1.440	1.474	1.445	1.426	1.469	1.604	1.672	1.771	1.890	2.003	2.134
2005	2.264	2.368	2.542	2.724	2.856	2.967	3.083	3.179	3.324	3.458	3.636	3.808
2006	3.955	4.043	4.142	4.305	4.563	4.700	4.849	4.946	5.023	5.098	5.125	5.129
2007	5.156	5.181	5.214	5.222	5.248	5.250	5.255	5.253	5.231	5.137	4.962	4.801
2008	4.620	4.161	3.777	3.400	3.072	2.894	2.787	2.779	2.774	2.709	2.568	2.353
2009	2.046	1.869	1.822	1.607	1.530	1.377	1.035	0.925	0.750	0.646	0.611	0.569
2010	0.558	0.577	0.547	0.588	0.560	0.528	0.531	0.513	0.500	0.480	0.454	0.462
2011	0.538	0.512	0.500	0.588	0.413	0.448	0.381	0.408	0.378	0.385	0.401	0.382
2012	0.385	0.389	0.383	0.367	0.363	0.358	0.363	0.377	0.348	0.340	0.324	0.326
2013	0.300	0.286	0.285	0.264	0.245	0.244	0.267	0.271	0.257	0.266	0.263	0.264
2014	0.244	0.236	0.236	0.233	0.228	0.228	0.244	0.260	0.246	0.261	0.261	0.267
2015	0.262	0.266	0.278	0.283	0.290	0.299	0.320	0.330	0.337	0.357	0.374	0.400
2016	0.446	0.467	0.506	0.525	0.552	0.576	0.588	0.614	0.634	0.654	0.678	0.719
2017	0.751	0.777	0.821	0.884	0.925	0.978	1.051	1.084	1.111	1.143	1.172	1.239
2018	1.350	1.412	1.524	1.661	1.755	1.854	1.944	1.998	2.063	2.144	2.208	2.291
2019	2.355	2.392	2.436	2.445	2.449	2.428	2.379	2.341	2.280	2.190	2.103	2.043
2020	1.967	1.912	1.787	1.648	1.363	1.217	0.920	0.784	0.685	0.620	0.576	0.540
2021	0.458	0.407	0.357	0.339	0.315	0.262	0.221	0.221	0.206	0.203	0.203	0.212
2022	0.234											



SAN MATEO COUNTY TREASURER'S OFFICE POOL PARTICIPANTS DISTRIBUTION
December 31, 2021

ATTACHMENT 3



<u>Participants:</u>	<u>\$</u>	<u>%</u>
School Districts	\$ 2,019,994,627.52	28.5%
SMC Community College	\$ 362,932,309.96	5.1%
Cities	\$ 745,508,541.32	10.5%
Special Districts	\$ 198,023,784.70	2.8%
Bay Area Air Quality Mgmt.	\$ 386,946,721.31	5.5%
SMCO Trans. Authority/JPB	\$ 153,712,543.20	2.2%
All other SMCO Funds	\$ 3,230,908,906.18	45.5%
Totals	\$ 7,098,027,434.19	100.0%

*Figures are based on the account balances of current pool participants and it will not match the Market Value of the pool.



ESTIMATED SUMMARY OF POOL EARNINGS

October 2021

	<u>Par Value</u>	<u>Gross Earnings</u>	<u>Realized Gain/Loss & Interest Received</u>	<u>Period Earnings</u>
<u>Fixed Income Securities Maturing > 1 year</u>				
U S Treasury Notes	\$ 1,883,080,000.00	\$ 1,506,160.00	U S Treasury Notes	\$ 575,994.73
Corporate Notes	527,920,000.00	648,793.89	Corporate Notes	198,848.97
Floating Rate Securities	22,000,000.00	33,363.40	Federal Agencies	28,129.28
Federal Agencies	670,895,000.00	430,294.56	U.S. Instrumentalities	131,853.94
U.S. Instrumentalities	164,515,000.00	62,657.04	Floating Rate Securities	838.25
Asset Backed Securities	100,270,127.52	67,360.51	Asset Backed Securities	63,920.74
Certificate of Deposit	60,000,000.00	60,853.42	LAIF/CAMP	10,150.92
	\$ 3,428,680,127.52	\$ 2,809,482.83	Dreyfus	689.22
			Union Bank Earnings Credit	22,909.20
			Total Realized Income	\$1,033,335.25
<u>Short Term Securities Maturing < 1 year</u>				
U S Treasury Notes	\$ 971,670,000.00	\$ 880,344.88		
Corporate Notes	58,790,000.00	100,668.03		
Floating Rate Securities	12,500,000.00	4,218.08		
Federal Agencies	489,505,000.00	186,578.33		
U.S. Instrumentalities	499,912,000.00	(64,004.85)		
U.S. Treasury Bills	25,000,000.00	277.78		
Certificate of Deposit	220,000,000.00	204,684.93		
Dreyfus	68,163,355.32	-		
CAMP	25,000,000.00	206.85		
LAIF	75,000,000.00	12,739.73		
	\$ 2,445,540,355.32	\$ 1,325,713.75		
Total Accrued Interest	\$ 5,874,220,482.84	\$ 4,135,196.58		
Total Dollar Earnings for October		\$ 5,168,531.83		

	AVERAGE BALANCE		\$ 5,944,192,755.54
GROSS EARNINGS RATE / GROSS DOLLAR EARNINGS	1.024%		5,168,531.83
ADMINISTRATION FEES*			(479,606.79)
NET EARNINGS RATE / NET DOLLAR EARNINGS	0.929%		\$ 4,688,925.05

*Current admin fees rate is at 9.5bp



ESTIMATED SUMMARY OF POOL EARNINGS **November 2021**

	<u>Par Value</u>	<u>Gross Earnings</u>	<u>Realized Gain/Loss & Interest Received</u>	<u>Period Earnings</u>
<u>Fixed Income Securities Maturing > 1 year</u>				
U S Treasury Notes	\$ 1,868,080,000.00	\$ 1,541,848.33	U S Treasury Notes	\$ 597,419.80
Corporate Notes	542,920,000.00	587,595.78	Corporate Notes	100,762.81
Floating Rate Securities	22,000,000.00	23,493.30	Federal Agencies	6,737.87
Federal Agencies	670,895,000.00	429,612.02	U.S. Instrumentalities	5,628.17
U.S. Instrumentalities	164,515,000.00	62,969.22	Floating Rate Securities	8,871.22
Asset Backed Securities	105,684,268.68	61,523.14	Asset Backed Securities	57,962.71
Certificate of Deposit	60,000,000.00	58,890.41	Dreyfus	641.34
	\$ 3,434,094,268.68	\$ 2,765,932.20	Union Bank Earnings Credit	19,679.11
			Total Realized Income	\$ 797,703.03
<u>Short Term Securities Maturing < 1 year</u>				
U S Treasury Notes	\$ 1,030,970,000.00	\$ 806,658.08		
Corporate Notes	58,790,000.00	73,996.01		
Floating Rate Securities	12,500,000.00	2,064.20		
Federal Agencies	650,440,000.00	189,782.16		
U.S. Instrumentalities	590,903,000.00	66,108.41		
U S Treasury Bills	60,000,000.00	5,107.99		
Certificate of Deposit	245,000,000.00	204,315.07		
Dreyfus	7,727,468.80	-		
CAMP	175,000,000.00	5,445.21		
LAIF	75,000,000.00	12,328.77		
	\$ 2,906,330,468.80	\$ 1,365,805.89		
Total Accrued Interest	\$ 6,340,424,737.48	\$ 4,131,738.09		
Total Dollar Earnings for November		\$ 4,929,441.12		

	AVERAGE BALANCE	\$ 6,237,135,258.13
GROSS EARNINGS RATE / GROSS DOLLAR EARNINGS	0.962%	4,929,441.12
ADMINISTRATION FEES*		(487,009.19)
NET EARNINGS RATE / NET DOLLAR EARNINGS	0.867%	\$ 4,442,431.93

*Current admin fees rate is at 9.5bp



ESTIMATED SUMMARY OF POOL EARNINGS

December 2021

	<u>Par Value</u>	<u>Gross Earnings</u>	<u>Realized Gain/Loss & Interest Received</u>	<u>Period Earnings</u>
<u>Fixed Income Securities Maturing > 1 year</u>				
U S Treasury Notes	\$ 1,976,080,000.00	\$ 1,553,709.89	U S Treasury Notes	\$ 736,515.54
Corporate Notes	547,920,000.00	689,257.44	Corporate Notes	25,955.54
Floating Rate Securities	22,000,000.00	33,363.40	Certificate of Deposit	61,824.06
Federal Agencies	655,895,000.00	404,422.19	Federal Agencies	90,322.66
U.S. Instrumentalities	164,515,000.00	71,193.00	U.S. Instrumentalities	365.41
Asset Backed Securities	97,760,662.49	61,885.35	Asset Backed Securities	60,312.08
Certificate of Deposit	35,000,000.00	17,538.36	Dreyfus	522.45
	\$ 3,499,170,662.49	\$ 2,831,369.63	Union Bank Earnings Credit	27,109.37
			Total Realized Income	\$ 1,002,927.11
<u>Short Term Securities Maturing < 1 year</u>				
U S Treasury Notes	\$ 1,195,990,000.00	\$ 811,120.38		
Corporate Notes	58,790,000.00	100,668.03		
Floating Rate Securities	12,500,000.00	4,218.08		
Federal Agencies	810,734,000.00	179,447.63		
U.S. Instrumentalities	796,910,000.00	82,446.15		
U S Treasury Bills	110,000,000.00	9,473.60		
Asset Backed Securities	5,990,609.61	5,157.16		
Certificate of Deposit	230,000,000.00	235,476.71		
Dreyfus	6,462,165.52	-		
CAMP	135,000,000.00	5,732.88		
LAIF	75,000,000.00	12,739.73		
	\$ 3,437,376,775.13	\$ 1,446,480.33		
Total Accrued Interest	\$ 6,936,547,437.62	\$ 4,277,849.96		
Total Dollar Earnings for December		\$ 5,280,777.07		

AVERAGE BALANCE		\$ 6,912,230,184.56
GROSS EARNINGS RATE / GROSS DOLLAR EARNINGS	0.900%	5,280,777.07
ADMINISTRATION FEES*		(557,712.82)
NET EARNINGS RATE / NET DOLLAR EARNINGS	0.805%	\$ 4,723,064.25

*Current admin fees rate is at 9.5bp



SUMMARY OF POOL EARNINGS

COUNTY OF SAN MATEO SUMMARY OF POOL EARNINGS Q2 FY 2021-2022

	<u>Par Value</u>	<u>Gross Earnings</u>	<u>Realized Gain/Loss & Interest Received</u>	<u>Period Earnings</u>
<u>Fixed Income Securities Maturing > 1 year</u>				
U S Treasury Notes	\$ 1,976,080,000.00	\$ 3,456,683.35	U S Treasury Notes	\$ 3,584,954.20
Corporate Notes	547,920,000.00	1,587,022.92	Corporate Notes	724,705.24
Floating Rate Securities	22,000,000.00	75,075.11	Certificate of Deposit	183,573.37
Federal Agencies	655,895,000.00	1,013,868.11	Federal Agencies	958,167.70
U.S. Instrumentalities	164,515,000.00	188,830.39	U.S. Instrumentalities	151,026.72
Asset Backed Securities	97,760,662.49	52,813.07	Floating Rate Securities	30,037.94
Certificate of Deposit	35,000,000.00	52,049.32	Asset Backed Securities	319,843.20
	\$ 3,499,170,662.49	\$ 6,426,342.27	LAIF/CAMP	10,150.92
			Dreyfus	1,853.01
			Union Bank Earnings Credit	70,519.64
			Total Realized Income	\$ 6,034,831.94
<u>Short Term Securities Maturing < 1 year</u>				
U S Treasury Notes	\$ 1,195,990,000.00	\$ 1,776,272.97		
Corporate Notes	58,790,000.00	214,818.37		
Floating Rate Securities	12,500,000.00	5,316.88		
Federal Agencies	810,734,000.00	165,151.99		
U.S. Instrumentalities	796,910,000.00	79,359.38		
Asset Backed Securities	5,990,609.61	5,202.99		
U S Treasury Bills	110,000,000.00	14,859.36		
Certificate of Deposit	230,000,000.00	607,960.27		
Dreyfus	6,462,165.52	-		
CAMP	135,000,000.00	10,563.01		
LAIF	75,000,000.00	37,808.22		
	\$ 3,437,376,775.13	\$ 2,917,313.44		
Total Accrued Interest	\$ 6,936,547,437.62	\$ 9,343,655.71		
Total Dollar Earnings for Q2 FY 2021-2022		\$ 15,378,487.65		

AVERAGE BALANCE		\$ 6,365,853,166.00
GROSS EARNINGS RATE / GROSS DOLLAR EARNINGS	0.958%	\$ 15,378,487.65
ADMINISTRATION FEES		(1,524,316.62)
TRUE-UP CREDIT ADJUSTMENT		\$0.00
NET EARNINGS RATE / NET DOLLAR EARNINGS	0.863%	\$ 13,854,171.03

*Current admin fees rate is at 9.5bp

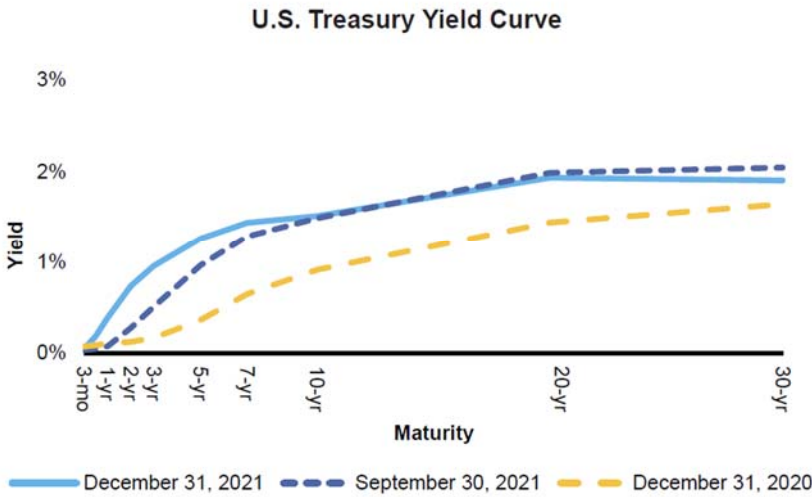
C/CAG Investment Portfolio Performance and Composition 4Q 2021
Report Created for Finance Committee Meeting February 23, 2022

Capital Markets Summary 4Q 2021

The S&P 500 posted solid gains for the calendar year 2021, but 51% of the performance since April of 2021 was driven by five top stocks including Microsoft, Google, Apple, Nvidia, and Tesla meaning the results were very industry and company specific. Overall, the labor market has continued to boom and added 18.5 million non-farm jobs since April of 2020. The unemployment rate at the end of 2021 was 3.9%. Inflation continued to surge with the Consumer Price Index (CPI) increasing at a clip not seen since the 1980’s. Investors remained focused on inflation, hawkish central banks and the yield curve.

US Treasury Yield Curve and US Treasury Yields Over Time

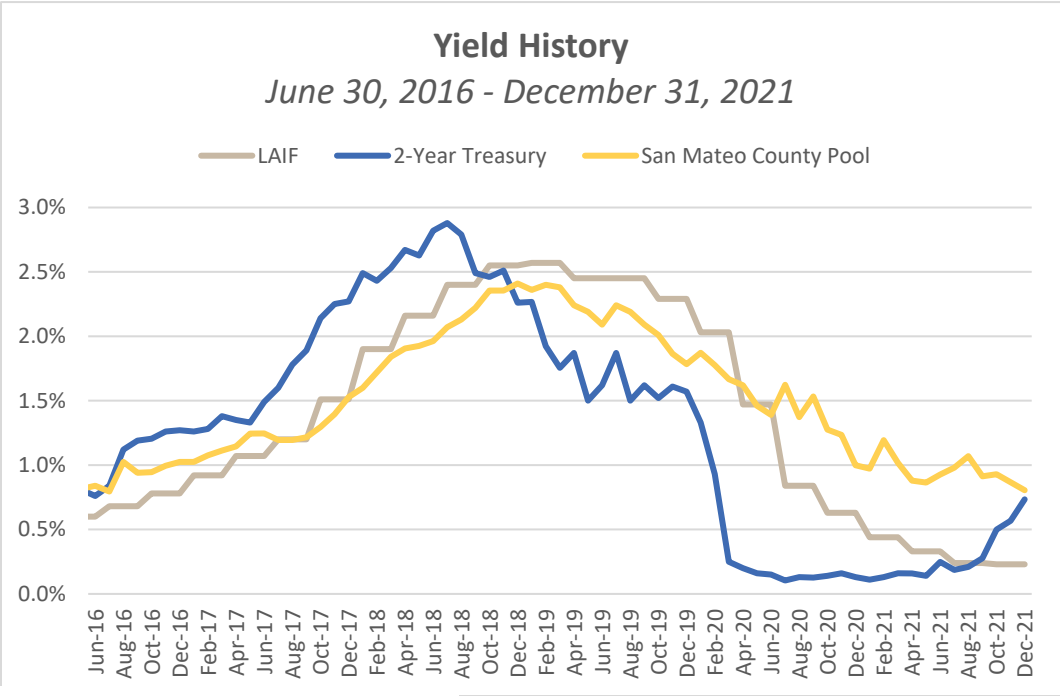
During the fourth quarter of 2021 the Treasury Curve flattened with short-term rates increasing and long-term rates falling. This change factored in the Federal Reserves strong signals to investors that they would increase rates at least three times during 2022 to stem inflation. As shown in the adjacent chart, the SMC Pool yield continued its downward trend and ended the the year with a yield almost identical to the 2 Year Treasury while the LAIF fund with its higher allocation to short-term instruments continued to produce a yield less that 0.50% .



Source: PFM (Public Financial Management)

U.S. Treasury Yields					
Maturity	Dec '21	Sep '21	Change over Quarter	Dec '20	Change over Year
3-Month	0.04%	0.04%	0.00%	0.07%	(0.03%)
1-Year	0.38%	0.07%	0.31%	0.11%	0.27%
2-Year	0.73%	0.28%	0.45%	0.12%	0.61%
5-Year	1.26%	0.97%	0.29%	0.36%	0.90%
10-Year	1.51%	1.49%	0.02%	0.92%	0.59%
30-Year	1.90%	2.05%	(0.15%)	1.65%	0.25%

Source: Bloomberg.



Source: PFM (Public Financial Management)

Portfolio Performance 4Q 2021

The C/CAG investment portfolio returns for the fourth quarter of 2021 were 0.21% for LAIF and 0.86% for the CoPool Fund. The CoPool continues to generate slightly more yield due to the diversification into corporate and agency instruments, but the effective yield declined slightly each month to be more in-line with the 2 Year Treasury at around 0.80%. This compares to the heavily Treasury weighted LAIF fund that has a much lower effective yield of 0.21% ending December 2021. During the quarter, net flows to the LAIF fund were \$1,300,000 and to the CoPool Fund were \$950,000 to pay for program needs and to rebalance the portfolio. The total C/CAG portfolio asset allocation at the end of the third quarter was 59.9% to LAIF and 40.1% to the CoPool Fund, which is within the stated investment policy allocation ranges.

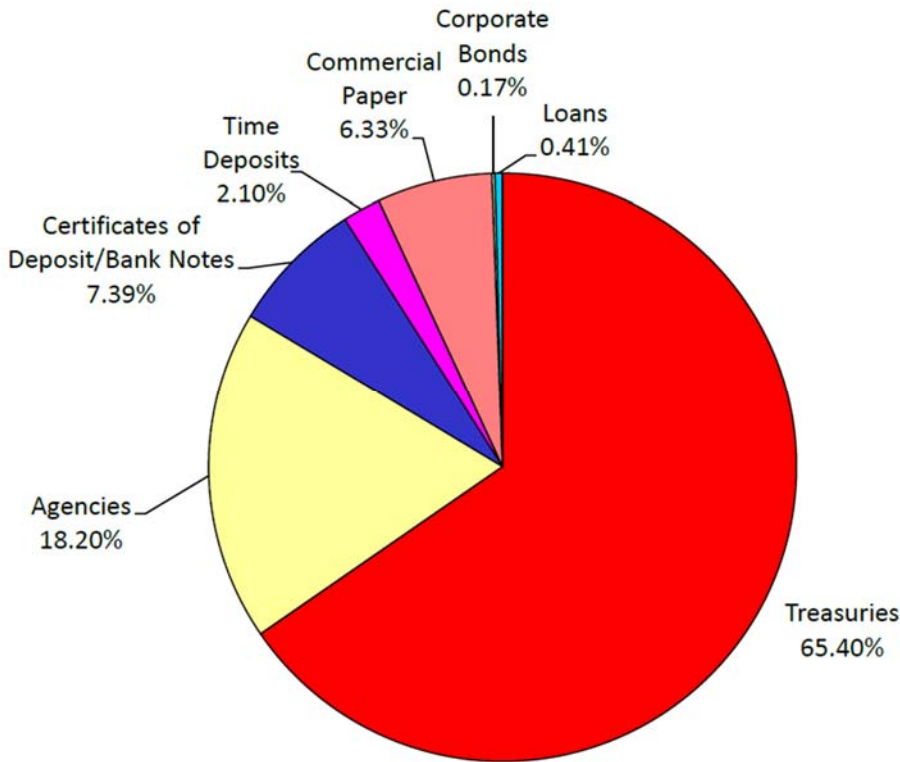
LAIF

PMIA Average Monthly Effective Yields:

October 2021	0.203
November 2021	0.203
December 2021	0.212

PMIA Quarter to Date: 0.21%

Portfolio Composition Pie Chart:



Source: PMIA/LAIF Performance Report as of 1/13/2022

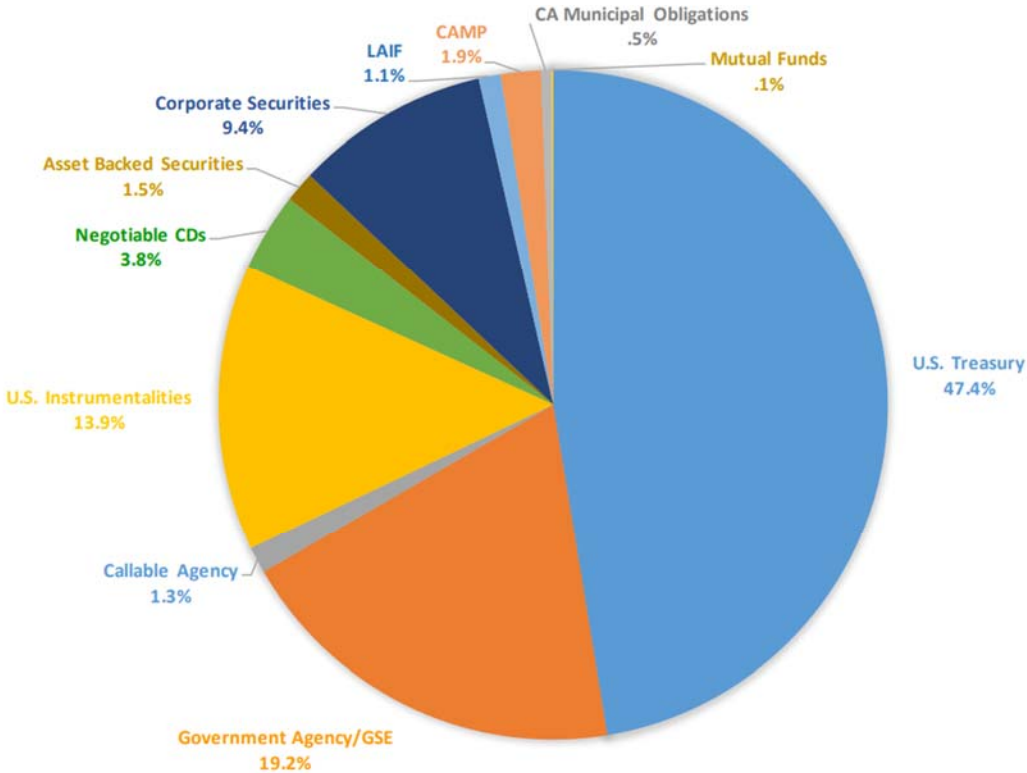
COPOOL

PMIA Average Monthly Effective Yields:

October 2021	0.929
November 2021	0.867
December 2021	0.805

PMIA Quarter to Date: 0.863%

Portfolio Composition Pie Chart:



Source: San Mateo County Investment Portfolio Compliance Report December 2021

C/CAG AGENDA REPORT

Date: February 23, 2022

To: C/CAG Finance Committee

From: Sean Charpentier, Executive Director

Subject: Review of the quarterly investment report and recommend modifications to the C/CAG investment portfolio as needed.

(For further information contact Kim Wever at kwever@smcgov.org)

RECOMMENDATION

That the C/CAG Finance Committee review the quarterly investment report and recommend modifications to the C/CAG investment portfolio as needed.

FISCAL IMPACT

Potential for higher or lower yields and risk associated with C/CAG investments.

SOURCE OF FUNDS

The Investment Policy applies to all C/CAG funds held by the C/CAG Financial Agent (City of San Carlos).

BACKGROUND

According to the C/CAG Investment Policy adopted on September 10, 2020:

“The portfolio should be analyzed not less than quarterly by the C/CAG Finance Committee, and modified as appropriate periodically as recommended by the Finance Committee and approved by the C/CAG Board, to respond to changing circumstances in order to achieve the Safety of Principal.”

The Finance Committee will seek to provide a balance between the various investments and maturities in order to give C/CAG the optimum combination of Safety of Principal, necessary liquidity, and optimal yield based on cash flow projections.

The LAIF Quarter Ending 12/31/21 net interest earning rate is 0.21%
 San Mateo County Pool Quarter Ending 12/31/21 net interest earning rate is 0.86%

On November 14, 2013 the C/CAG Board approved the C/CAG investment portfolio as follows:

Local Agency Investment Fund (LAIF)	50% to 70%
San Mateo County Investment Pool (COPOOL)	30% to 50%

On December 2, 2020, the Finance Committee reviewed the investment portfolio and noted the increasing gap between the quarterly interest rate and the net of administrative fees of the LAIF and the COPOOL, with LAIF lagging behind the COPOOL. The Finance Committee recommended no change to the investment portfolio, but guided staff to target LAIF investments to 60% allocation and increase COPOOL investments to 40% allocation dependent upon the changes of the interest rate. On December 10, 2020, the C/CAG Board approved of no change to the range of limits to the C/CAG investment portfolio and approved the Finance Committee's recommendation for staff to target LAIF investments to 60% allocation and increase COPOOL investments to 40% allocation dependent upon the changes of the interest rate.

Investment allocation between LAIF and COPOOL:

	C/CAG BOARD APPROVED IN 2013	AS OF 9/30/2020	FINANCE COMMITTEE GUIDANCE ON 12/2/2020
LAIF	50% to 70%	69%	60%
COPOOL	30% to 50%	31%	40%

On December 1, 2021, the Finance Committee reviewed the investment portfolio and recommend no change to portfolio, but guided staff to continue monitoring the interest rates. On December 9, 2021, the C/CAG Board approved of no change to the investment portfolio.

The investment portfolio as of December 31, 2021 is as follows:

	9/30/2021		12/31/2021	
	Amount	Percent	Amount	Percent
LAIF	\$15,245,744	59.7%	\$14,754,699	59.9%
COPOOL	\$10,307,116	40.3%	\$9,881,688	40.1%
Total	\$25,552,860	100%	\$24,636,367	100%

ATTACHMENTS

1. Quarterly Investment Report as of December 31, 2021 from San Carlos

C/CAG
CITY/COUNTY ASSOCIATION OF GOVERNMENTS
of San Mateo County

Board of Directors Agenda Report

To: Sean Charpentier, Executive Director
From: Carrie Tam, Financial Services Manager
Date: February 23, 2022

SUBJECT: Quarterly Investment Report as of December 31, 2021

RECOMMENDATION:

It is recommended that the C/CAG Board review and accept the Quarterly Investment Report.

ANALYSIS:

The attached investment report indicates that on December 31, 2021, funds in the amount of \$24,636,367 were invested producing a weighted average yield of 0.47%. Of the total investment portfolio, 59.9% of funds were invested in the Local Agency Investment Fund (LAIF) and 40.1% in the San Mateo County Investment Pool (COPOOL). On December 2, 2020, the Finance Committee reviewed the investment portfolio and noted the increasing gap between the quarterly interest rate, net of administrative fees, of LAIF and the COPOOL, with LAIF lagging behind the COPOOL. The Finance Committee recommended no change to the investment portfolio, but guided Staff to target LAIF investments to 60% allocation and increase COPOOL investments to 40% allocation dependent upon the changes of the interest rate. These percentages are within the range specified by the C/CAG Board. The portfolio mix reflects the Board approved percentage invested in the County Investment Pool and LAIF. Accrued interest earnings for this quarter totaled \$30,073.

Below is a summary of the changes from the prior quarter:

	Qtr Ended 12/31/21	Qtr Ended 9/30/21	Increase (Decrease)
Total Portfolio	\$ 24,636,367	\$ 25,552,860	\$ (916,493)
Weighted Average Yield	0.47%	0.53%	-0.06%
Accrued Interest Earnings	\$ 30,073	\$ 33,507	\$ (3,434)

There was a decrease of \$0.9 million in the portfolio balance this quarter compared to the previous quarter mostly due to cash receipts offset by expenses for Measure M, National Pollutant Discharge Elimination System (NPDES), Express Lanes JPA, Bay Area Air Quality, and Congestion Relief and Management. The slightly lower quarterly interest rate and lower portfolio balance resulted in slightly lower interest earnings for this quarter. At the end of the calendar year, there was also a higher checking account balance to meet the liquidity needs for the beginning of the year.

Historical cash flow trends are compared to current cash flow requirements on an ongoing basis to ensure that C/CAG's investment portfolio will remain sufficiently liquid to meet all reasonably anticipated operating requirements. As of December 31, 2021, the portfolio

contains sufficient liquidity to meet the next six months of expected expenditures by C/CAG. All investments are in compliance with the Investment Policy. Attachment 2 shows a historical comparison of the portfolio for the past nine quarters.

The primary objective of the investment policy of C/CAG remains to be the SAFETY OF PRINCIPAL. The permitted investments section of the investment policy also states:

Local Agency Investment Fund (LAIF) which is a State of California managed investment pool, and San Mateo County Investment pool, may be used up to the maximum permitted by California State Law. A review of the pool/fund is required when they are part of the list of authorized investments.

The Investment Advisory Committee has reviewed and approved the attached Investment Report.

Attachments

1 – Investment Portfolio Summary for the Quarter Ended December 31, 2021

2 – Historical Summary of Investment Portfolio

CITY & COUNTY ASSOCIATION OF GOVERNMENTS

SUMMARY OF ALL INVESTMENTS
For Quarter Ending December 31, 2021

Category	Quarterly Interest Rate**	Historical Book Value	% of Portfolio	GASB 31 ADJ Market Value
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Liquid Investments:

Local Agency Investment Fund (LAIF)	0.21%	14,754,699	59.9%	14,716,914
San Mateo County Investment Pool (COPOOL)	0.86%	9,881,668	40.1%	9,881,668

Agency Securities

none

Total - Investments	0.47%	24,636,367	100%	24,598,582
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GRAND TOTAL OF PORTFOLIO	0.47%	\$ 24,636,367	100%	\$ 24,598,582
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Total Interest Earned This Quarter	30,073
Total Interest Earned (Loss) Fiscal Year-to-Date	63,580

Note: CCAG Board approved the following investment portfolio mix at its November 14, 2013 meeting:

LAIF - 50% to 70%

COPOOL - 30% to 50%

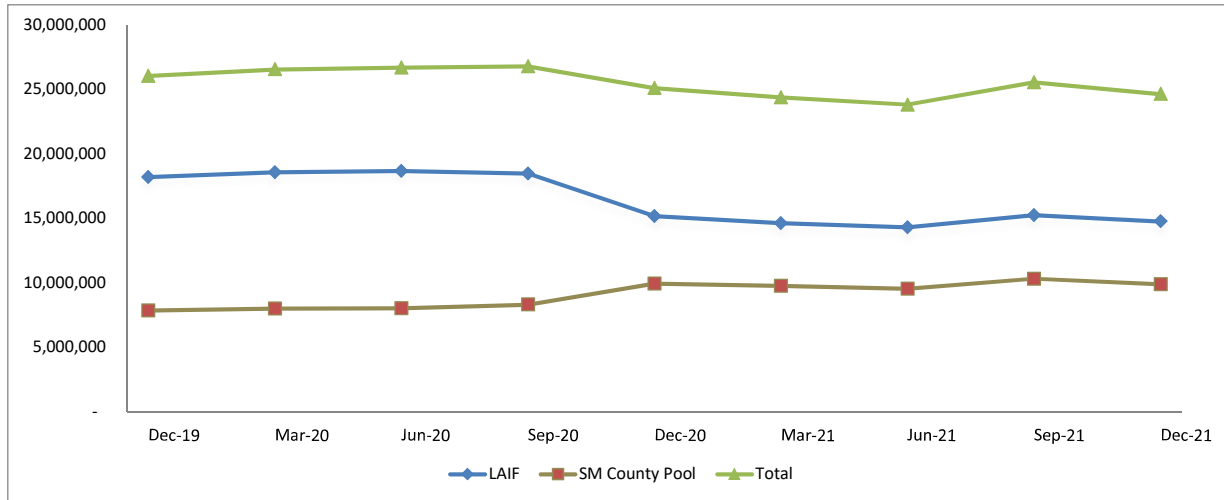
On December 2, 2020, the Finance Committee reviewed the investment portfolio and noted the increasing gap between the quarterly interest rate, net of administrative fees, of LAIF and the COPOOL, with LAIF lagging behind the COPOOL.

The Finance Committee recommended no change to the investment portfolio, but guided Staff to target LAIF investments to 60% allocation and increase COPOOL investments to 40% allocation dependent upon the changes of the interest rate.

*Difference in value between Historical Value and Market Value may be due to timing of purchase. Investments in the investment pools may have been purchased when interest rates were lower or higher than the end date of this report. As interest rates increase or decrease, the value of the investment pools will decrease or increase accordingly. However, interest rate fluctuations does not have any impact to CCAG's balance in the investment pools. The market values are presented as a reference only.

**Presented net of administrative fees

City and County Association of Governments
Historical Summary of Investment Portfolio
December 31, 2021



Note: The chart type has been changed from Column to Line after receiving feedback from CCAG's Finance Committee

City/County Association of Governments Investment Portfolio

	Dec-19	Mar-20	Jun-20	Sep-20	Dec-20	Mar-21	Jun-21	Sep-21	Dec-21
LAIF	18,186,431	18,568,498	18,659,231	18,477,316	15,165,848	14,617,426	14,283,843	15,245,744	14,754,699
SM County Pool	7,843,493	7,981,001	8,017,078	8,299,255	9,931,903	9,756,355	9,532,812	10,307,116	9,881,668
Total	26,029,924	26,549,499	26,676,309	26,776,571	25,097,751	24,373,781	23,816,655	25,552,860	24,636,367

C/CAG AGENDA REPORT

Date: February 23, 2022

To: Finance Committee

From: Sean Charpentier, Executive Director

Subject: Update on a letter to CoPool and LAIF regarding an Environmental, Social, and Corporate Governance (ESG) policy (Information)

(For further information contact Sean Charpentier at scharpentier@smcgov.org)

RECOMMENDATION

That the Finance Committee receives an update on an Environmental, Social, and Corporate Governance (ESG) policy from C/CAG's a draft letter to CoPool and LAIF regarding

FISCAL IMPACT

N/A

SOURCE OF FUNDS

N/A

BACKGROUND

At the December 2021 Finance Committee Meeting, members were interested in learning about San Mateo County Pool (CoPool) and Local Agency Investment Fund (LAIF)'s environmental, social, and governance (ESG) policy. ESG is typically defined as socially responsible and sustainable investing. The Committee directed staff to draft a letter asking the fund managers to consider these ESG strategies.

Upon research, staff learned that the San Mateo County Treasurer is current proposing an ESG policy for the San Mateo County Board of Supervisors to consider adoption at its March 2022 meeting. Due to timing of the C/CAG meetings, staff has not been able to review the draft policy in detail. If the proposed ESG policy is available, staff will present it to the Finance Committee at the February meeting. Otherwise, staff will request authority to work with Finance Committee Chair and Vice Chair to prepare a comment letter for the County's proposed ESG policy.

For LAIF, staff is still researching on its ESG investment strategies and hopes to bring additional information to the Committee at a future time.

ATTACHMENTS

N/A